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GOVERNMENT OF MADRAS.

Sectt. II-28—55.000—27-10-52

Finance (1953) Department.

MY

G.O. Endorsement / D.O. / Memorandum Lodged No. 1044 MS

Dated 28th July 1953.

FOR MYSORE STATE

Abstract. Advances. Advances for the purchase of motor conveyances. Insurance of motor cars and cycles purchased with the aid of Govt. advance. Acceptance of policies covering the market value of the cars. Orders passed. Amendment to H.F.C. Vol. I

Issued

GOVERNMENT OF MADRAS

ABSTRACT.

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Insurance of Motor cars and motor cycles purchased

Advances - Advances for the purchase of motor conveyances with the aid of Government advance - Acceptance of policies covering the market value of the cars - Orders passed - Amendment ~~to~~ to Madras Financial Code Volume I - Issued.

FINANCE (EXP.A.) DEPARTMENT.

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G.O.Ms.No.1044. Dated the 28th July 1953.

Read the following:-

1. From the Accountant General, C.S. Secretariat 945, dated the 10-12-1953.
2. From the Madras Regional Committee of the Indian Insurance Companies Association Pool, Reference 1134/53, dated the 8th June 1953.

ORDER:

Article 239(c) (4) of Madras Financial Code Volume I provides for the refund to Government by the officer who drew an advance for the purchase of a motor car of the difference between the insured value of the car and the amount due from him including interest when the former value is less than the latter. The policies issued by certain Motor Insurance Companies stipulate a condition that in the event of the total loss of the car, the Companies' liability will be limited to the market value of the car at the time of the accident or the insured value whichever is less. In view of this provision, it may happen that the market value that the company will be liable to pay may be less than the outstanding amount of advance with interest due to the Government from the Government servant. In such cases, there is no provision in the Code for the recovery by the Government from the Government servant concerned of the difference between the market value and the outstanding amount due to the Government at the time of the accident.

p.t.o.

The Government therefore direct that in the case of insurance policies under which the companies will be liable to pay only the market value of the insured value of the car, whichever is less, the difference between the market value and the outstanding advance against the officer, including interest, should be refunded by the officer, ordinarily in 2 monthly instalments.

2. The following amendment to Madras Financial Code Volume I is issued:-

AMENDMENT.

Article 230(c)(4):- Insert the following at the end of paragraph 2:

'In the case of insurance policies under which the companies will be liable to pay only the market value or the insured value of the car whichever is less, the difference between the market value and the outstanding advance against the officer, including interest should be refunded by the officer, ordinarily in 2 monthly instalments.

(BY ORDER OF THE GOVERNOR).

R.Ramachari,
Additional Deputy Secretary to Government.

To
The Accountant General, Madras.
The Heads of Departments.
The Departments of Secretariat.
The Secretary, Madras Public Service Commission.
The Commissioner, Hindu Religious & Charitable Endowments (A) Department.
The Chairman, Tribunal for Disciplinary Proceedings.

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Copy to Sri A. Balasubramaniam, Accountant General, Madras.

Forwarded/By Order

SUPERINTENDENT.

P.T. 30-7-